Hutchison Whampoa Limited

(incorporated in Hong Kong with limited liability)
(Stock Code: 13)

OVERSEAS REGULATORY ANNOUNCEMENT

Attached are the text of ASX half year information for the six months ended 30 June 2010 and a media release of Hutchison Telecommunications (Australia) Limited, an Australian Securities Exchange listed and a 87.87% owned subsidiary of Hutchison Whampoa Limited.

As at the date of this announcement, the Directors of the Company are:

Executive Directors:
Mr LI Ka-shing *(Chairman)*
Mr LI Tzar Kuoi, Victor *(Deputy Chairman)*
Mr FOK Kin-ning, Canning
Mrs CHOW WOO Mo Fong, Susan
Mr Frank John SIXT
Mr LAI Kai Ming, Dominic
Mr KAM Hing Lam

Non-executive Directors:
Mr George Colin MAGNUS
Mr William SHURNIAK

Independent Non-executive Directors:
The Hon Sir Michael David KADOORIE
Mr Holger KLUGE
Mrs Margaret LEUNG KO May Yee
Mr William Elkin MOCATTA
(Alternate to The Hon Sir Michael David Kadoorie)
Mr WONG Chung Hin

Hong Kong, 4 August 2010

Hutchison Telecommunications (Australia) Limited ABN 15 003 677 227

ASX Half year information – 30 June 2010

Lodged with the ASX under Listing Rule 4.2A.

Contents

This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 31 December 2009 and any public announcements made by Hutchison Telecommunications (Australia) Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

Hutchison Telecommunications (Australia) Limited
Half year ended 30 June 2010
(Previous corresponding period:
Half year ended 30 June 2009)

Results for Announcement to the Market

				$'000
Revenue from ordinary activities *(Appendix 4D item 2.1)*	down	97.5%	to	19,061
Profit from ordinary activities after tax attributable to members *(Appendix 4D item 2.2)*	down	96.8%	to	17,850
Net profit for the period attributable to members *(Appendix 4D item 2.3)*	down	96.8%	to	17,850

Dividends/distributions *(Appendix 4D item 2.4)*	Amount per security	Franked amount per security
Final dividend *(prior year)*	Nil	Nil
Interim dividend	Nil	Nil

Record date for determining entitlements to the interim dividend | N/A

(Appendix 4D item 2.5) N/A

Hutchison Telecommunications (Australia) Limited
ABN 15 003 677 227

Half year report – 30 June 2010

Directors' report

Your Directors present their report on the Consolidated Entity consisting of Hutchison Telecommunications (Australia) Limited ("the Company" or "HTAL") and the entities it controlled at the end of, or during, the half year ended 30 June 2010.

Directors

The following persons were Directors of HTAL during the whole of the half year and up to the date of this report:

FOK Kin-ning, Canning
Barry ROBERTS-THOMSON
CHOW WOO Mo Fong, Susan
Justin H. GARDENER
LAI Kai Ming, Dominic
John Michael SCANLON
Frank John SIXT
Roderick James SNODGRASS

Review of HTAL's operations

On 9 June 2009, the merger of HTAL's operating subsidiary, Hutchison 3G Australia Pty Ltd ("H3GA") and Vodafone Australia Limited ("VAL") was completed. As a result of the merger H3GA acquired 100% of VAL and issued shares to subsidiaries of Vodafone Group Plc resulting in the Vodafone entities holding 50% of the H3GA shares. H3GA was renamed Vodafone Hutchison Australia Pty Limited ("VHA").

During the six months to 30 June 2010, HTAL's primary investment, VHA, experienced growth in customer numbers, revenue and EBITDA. Details of this growth are outlined in the Review of VHA's Operating Performance attributable to HTAL below.

HTAL accounts for its investment in VHA as an equity investment. Under this method, revenue from VHA's ordinary activities following the merger is not included in HTAL's consolidated revenues from ordinary activities, which is the reason HTAL is reporting a decline in revenue from ordinary activities for the year of 97.5% to $19.1 million. All revenue of VHA following the merger is included in calculating the "share of net losses of jointly controlled entities and partnership accounted for using the equity method" in HTAL's Statement of Comprehensive Income.

No dividend was declared or paid during the half year.

Review of VHA's operating performance attributable to HTAL[1]

This section outlines the operating performance of VHA attributable to HTAL. References to VHA financial results reflect the 50% share of VHA attributable to HTAL. References to customer metrics reflect the total customer base of VHA. Comparative figures for the period ending 30 June 2009 are as previously reported, being 5 months of the former H3GA '**3**' business and 1 month of the 50% share of VHA attributable to HTAL.

In the 12 months to 30 June 2010, VHA experienced strong growth in customer numbers. The customer base at 30 June 2010 was 7.43 million, an increase of 17.8% for the year. During the six month period to 30 June 2010, VHA acquired a net 539,000 customers, and has now added over 1.1 million customers since the merger. Growth in postpaid handset customers has been particularly strong, driving an increase in the mix of postpaid customers to 58.0%, up 2.5% in the year.

Total VHA revenue attributable to HTAL was $1,179.1 million, an increase of 29.2%. As a result of the merger, there was a substantial shift in the mix of VHA's customer base, from a majority of postpaid customers in the '**3**' business to a more even mix of postpaid and prepaid customers with VHA. The rolling 12-month ARPU reduced by 14.6% to $53.48 largely due to the increased number of prepaid customers in the base.

Revenue from non-voice services increased 42.7% to $432.3 million, with growth in mobile broadband and the increased penetration of smart phones in the customer base driving increased usage of data services. Non-voice ARPU was stable year on year at $21.07 and non-voice services now contribute 39.4% of ARPU, up from 33.8% at 30 June 2009.

VHA maintained an industry low postpaid handset customer churn level of 1.3% per month. Customer satisfaction, as measured by both internal and external surveys, continues to be strong.

EBITDA increased 127.0% to $222.7 million, driven by improvements in operating margin and operating expenditure reductions.

---

[1] **Customers** reflects VHA's active services in operation at the end of the reporting period.
Service revenue excludes revenue from sale of handsets, interest income and other income.
Non-voice service revenue is revenue from SMS and Planet 3 or Vodafone Live content services and internet and data access.
ARPU represents rolling 12 month average service revenue per user per month at the end of the period across prepaid and postpaid customers.

Review of VHA's operating performance attributable to HTAL[2]	Half - year			
	June 2010	**Dec 2009**[3]	**June 2009**[4]	**Y/Y change**
The items below represent the 50% share of VHA attributable to HTAL				
Total revenue ($m)	**1,179.1**	1,127.6	**912.5**	29.2%
Service revenue ($m)	**1,070.9**	1,021.4	**863.1**	24.1%
Operating margin ($m)	**828.1**	777.2	**608.9**	36.0%
Operating expenditure ($m)	**590.1**	647.5	**510.8**	15.5%
EBITDAR ($m)	**238.0**	129.7	**98.1**	142.6%
EBITDA ($m)	**222.7**	77.1	**98.1**	127.0%
Capital expenditure ($m)	**124.1**	130.9	**105.3**	(17.9%)
The items below represent totals for VHA				
Operating margin as a % of Service revenue	**77.3%**	76.1%	**70.5%**	6.8%
Operating expenditure as a % of Service Revenue	**55.1%**	63.4%	**59.2%**	(4.1%)
Capital expenditure as a % of Service Revenue	**11.6%**	12.8%	**12.2%**	(0.6%)
Customer acquisition cost per unit	**$155**	$153	**$193**	(19.7%)
Mobile customers ('000)	**7,434**	6,895	**6,311**	17.8%
- Mobile Broadband customers ('000)	**782**	673	**547**	43.0%
- Mobile Broadband customers – 3G services ('000)	**1,535**	717	**379**	305.0%
Customer growth ('000)	**539**	584	**4,275**	(87.4%)
Net customer growth ('000)	**539**	584	**305**	76.7%
Postpaid %	**58.0%**	56.8%	**55.5%**	2.5%
Prepaid %	**42.0%**	43.2%	**44.5%**	(2.5%)
ARPU	**$53.48**	$55.82	**$62.62**	(14.6%)
ARPU voice	**$32.41**	$35.34	**$41.44**	(21.8%)
ARPU non-voice	**$21.07**	$20.48	**$21.18**	(0.5%)
– Non-voice, non-SMS	**$10.92**	$10.42	**$10.49**	4.1%
– SMS	**$10.15**	$10.06	**$10.69**	(5.1%)

[2] **EBITDA** represents service revenue less interconnect cost and running operating expenditure plus capitalised incremental direct acquisition and retention costs in accordance with AIFRS. Interest income has been reclassified to finance cost.
EBITDAR represents EBITDA excluding one-off restructuring costs associated with the merger.
Capital expenditure represents cash spend on capital expenditure, including the share of cash CAPEX in the period for the 3G network joint venture with Telstra.
Customer acquisition cost per unit represents the average direct costs, including commissions, promotional credits and handset subsidies associated with acquiring each new customer for the period.
Mobile Broadband includes data accessed via a modem, a Net connect card or a USB Dongle.
Mobile Broadband - 3G services comprises X-Series, a Mobile Web pack or a handset as a modem.
Net customer growth is the underlying customer growth and therefore excludes the customers acquired as part of the H3GA merger.
Operating margin is service revenue less interconnect and variable content costs.
Operating expenditure includes other direct costs of provision of telecommunication services, employee benefits expense, advertising and promotion expenses, net of other income and share of profits of jointly controlled entities and partnership accounted for using the equity method (3GIS) and excludes one-off restructuring costs associated with the merger.
3G Services revenue is revenue from Planet 3 or Vodafone Live content services and internet and data access.
Average monthly margin per customer represents rolling 12-month average margin per mobile customer, across pre and postpaid customers per month at the end of the period.

[3] The results to 31 December 2009 represents 6 months of the 50% share of VHA attributable to HTAL.

[4] The results to 30 June 2009 represents 5 months of the former H3GA **'3'** business and 1 month of the 50% share of VHA attributable to HTAL.

Strong growth

During the first half of 2010, VHA's financial results were driven by strong growth in customer numbers and revenue.

The customer base increased from 6.31 million customers at 30 June 2009 to 7.43 million customers at 30 June 2010, an increase of 17.8%.

Total revenue, which includes voice and non-voice revenue, for the year ended 30 June 2010 increased 29.2% to $1,179.1 million. Operating margin increased 36.0% to $828.1 million and operating margin as a percentage of service revenue increased from 70.5% to 77.3%. Average monthly operating margin for the first half of 2010 was $138.0 million up from $101.5 million in the first half of 2009.

Operating expenditure, excluding one-off restructuring costs associated with the merger was $590.1 million, which represents 55.1% of service revenue compared to 59.2% in the previous corresponding period.

EBITDA, excluding one-off restructuring costs associated with the merger, increased by 142.6% to $238.0 million. EBITDA margin, excluding one-off restructuring costs associated with the merger, was 22.2%, up from 11.4% in the previous corresponding period reflecting improvements in operating margin and reductions in operating costs through integration.

Customer acquisition cost per unit was $155, down from $193 in the previous corresponding period due primarily to the change in the customer acquisition mix towards prepaid as a result of the merger.

Capital expenditure in the half-year was $124.1 million, compared with $105.3 million in the previous corresponding period. Capital expenditure as a percentage of service revenue was 11.6% compared with 12.2% in the previous corresponding period.

3G services growth continues

VHA continued to experience a strong uptake in 3G services, with non-voice revenue increasing 42.7% to $432.3 million. Non-voice services now contribute 39.4% of ARPU, up from 33.8% in the previous corresponding period.

Mobile broadband subscribers increased to 782,000, up 43.0% from 547,000 in the previous corresponding period. A further 1,535,000 customers subscribe to 3G services on their handsets or use their handset as a modem to access the internet, an increase of 305.0% in the previous corresponding period.

Strengthening network assets

Coverage and capacity has improved in 2010 on both Vodafone and '**3**' networks.

During the first half of 2010 VHA has undertaken significant nationwide capacity upgrades to both its Vodafone 2G and 3G networks, improving accessibility and performance. There has been improved metro coverage through additional 2100 MHz sites added to the Vodafone radio access network, parts of which are shared with Optus Mobile Pty Limited. The Vodafone network has a total of 3,967 sites.

The 3GIS joint venture (with our partner, Telstra Corporation Limited ("Telstra")) which delivers the '**3**' network, now has 2,746 sites with 3G coverage to 56% of the population.

Outlook

HTAL is pleased with VHA's continued customer and revenue growth, and the progress on merger integration. The benefits of the merger are clear in the EBITDA result for the first half of 2010.

The focus on business integration will continue in the second half of 2010, including:

- Completion of the consolidation of contact centre operations in Mumbai and Hobart;
- Reduction in distribution costs and realisation of retail productivity and labour efficiencies;
- Continuation of IT systems integration and transition to target platforms;
- Implementation of new network vendor arrangements consolidating core network, managed services and transmission services; and
- Improving the effectiveness of the distribution footprint and refocusing sponsorship properties.

In the second half of 2010 HTAL expects VHA to deliver good growth in customer numbers and increased 3G services revenue. VHA will continue to focus on improving its market leading position in customer experience and customer satisfaction.

HTAL anticipates the penetration of smartphones in the VHA customer base will increase through the second half of 2010 and that the market will remain highly competitive with continued high levels of handset subsidy.

HTAL is encouraged by the progress on the National Broadband Network (NBN), and VHA will continue to urge the government to ensure mobile base stations are connected to the NBN.

VHA is fully engaged in the process for spectrum licence renewal and will closely follow the proposals for the auction of new spectrum licences. VHA will provide input to ensure sound policy decisions are made that will support and promote the digital economy and increase competition to deliver more value in mobile telecommunications and mobile broadband services to more Australians.

HTAL expects VHA to be free cash-flow positive in 2010, excluding one-off restructuring costs associated with the merger, and remains committed to achieving merger synergies with a net present value of $2 billion.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 9.

Rounding of amounts

The Company is of a kind referred to in Class Order 98/100 issued by the Australian Securities and Investments Commission, relating to the "rounding off" of amounts in the Directors' report and financial report. Amounts in the Directors' report have been rounded off to the nearest thousand dollars in accordance with that Class Order.

Auditor

Deloitte Touche Tohmatsu has been appointed as auditor and continues in office in accordance with section 327 of the *Corporations Act 2001*.

This report is made in accordance with a resolution of the Directors.

Director
4 August 2010

Director
4 August 2010

Deloitte.

Deloitte Touche Tohmatsu
A.B.N. 74 490 121 060

Grosvenor Place
225 George Street
Sydney NSW 2000
PO Box N250 Grosvenor Place
Sydney NSW 1220 Australia

DX 10307SSE
Tel: +61 (0) 2 9322 7000
Fax: +61 (0) 2 9322 7001
www.deloitte.com.au

The Board of Directors
Hutchison Telecommunications (Australia) Limited
40 Mount St
North Sydney, NSW 2060

4 August 2010

Dear Board Members

Hutchison Telecommunications (Australia) Limited

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of Hutchison Telecommunications (Australia) Limited.

As lead audit partner for the review of the financial statements of Hutchison Telecommunications (Australia) Limited for the half year ended 30 June 2010, I declare that to the best of my knowledge and belief, there have been no contraventions of:

(i) the auditor independence requirements of the Corporations Act 2001 in relation to the review; and

(ii) any applicable code of professional conduct in relation to the review.

Yours sincerely

Deloitte Touche Tohmatsu
DELOITTE TOUCHE TOHMATSU

Sandeep Chadha
Sandeep Chadha
Partner
Chartered Accountants

Hutchison Telecommunications (Australia) Limited
Consolidated Statement of Comprehensive Income
For the half year ended 30 June 2010

	June 2010 $'000	June 2009[5] $'000
Revenue	**19,061**	748,779
Gain on disposal arising from merger	-	587,285
Other income	-	1,887
Cost of interconnection and variable content costs	-	(216,862)
Other direct costs of provision of telecommunication services and goods	-	(150,228)
Cost of handsets sold	-	(185,510)
Employee benefits expense	**(214)**	(57,029)
Advertising and promotion expenses	**(146)**	(22,803)
Other operating expenses	**(198)**	(51,356)
Capitalisation of customer acquisition and retention costs	-	20,055
Depreciation and amortisation expense	-	(113,417)
Finance costs	**(48)**	(330)
Share of net losses of jointly controlled entities and partnership accounted for using the equity method	**(605)**	(8,459)
Profit before income tax	**17,850**	552,012
Income tax expense	-	-
Profit for the period	**17,850**	552,012
Other comprehensive income		
Changes in the fair value of cash flow hedges, net of tax	-	(990)
Other comprehensive income for the period, net of tax	-	(990)
Total comprehensive income for the period attributable to members of Hutchison Telecommunications (Australia) Limited	**17,850**	551,022
	Cents	Cents
Earnings per share for profit from continuing operations attributable to the ordinary equity holders of the Company		
Basic earnings per share	**0.13**	4.07
Diluted earnings per share	**0.13**	4.07

The above consolidated statement of comprehensive income should be read in conjunction with the accompanying notes.

[5] The results to 30 June 2009 represent 5 months consolidated results of HTAL and 1 month equity accounted result for VHA.

Hutchison Telecommunications (Australia) Limited
Consolidated Statement of Financial Position
As at 30 June 2010

	June 2010 $'000	Dec 2009 $'000
ASSETS		
Current Assets		
Cash and cash equivalents	**4,222**	2,858
Other financial assets	**7,460**	64,233
Other	**163**	163
Total Current Assets	**11,845**	67,254
Non-Current Assets		
Other financial assets	**71,963**	50,332
Investment accounted for using the equity method	**1,553,046**	1,553,651
Total Non-Current Assets	**1,625,009**	1,603,983
Total Assets	**1,636,854**	1,671,237
LIABILITIES		
Current Liabilities		
Payables	**6,681**	8,805
Other financial liabilities	**236,857**	286,954
Total Current Liabilities	**243,538**	295,759
Total Liabilities	**243,538**	295,759
Net Assets	**1,393,316**	1,375,478
EQUITY		
Contributed equity	**4,204,488**	4,204,488
Reserves	**70,829**	70,841
Accumulated losses	**(2,882,001)**	(2,899,851)
Total Equity	**1,393,316**	1,375,478

The above consolidated statement of financial position should be read in conjunction with the accompanying notes.

Hutchison Telecommunications (Australia) Limited
Consolidated Statement of Changes in Equity
For the half year ended 30 June 2010

	Attributable to members of Hutchison Telecommunications (Australia) Limited			
	Contributed equity $'000	Reserves $'000	Accumulated losses / (profits) $'000	Total equity $'000
Balance at 1 January 2009	**4,204,488**	**71,560**	**(3,367,575)**	**908,473**
Profit for the period	-	-	552,012	552,012
Changes in the fair value of cash flow hedges, net of tax	-	(990)	-	(990)
Total comprehensive income for the period	**-**	**(990)**	**552,012**	**551,022**
Transactions with members in their capacity as members:				
Employee share options - value of employee services	-	200	-	200
Subtotal	**-**	**200**	**-**	**200**
Balance at 30 June 2009	**4,204,488**	**70,770**	**(2,815,563)**	**1,459,695**
Balance at 1 January 2010	**4,204,488**	**70,841**	**(2,899,851)**	**1,375,478**
Profit for the period	-	-	17,850	17,850
Total comprehensive income for the period	**-**	**-**	**17,850**	**17,850**
Transactions with members in their capacity as members:				
Employee share options - value of employee services	-	(12)	-	(12)
Subtotal	**-**	**(12)**	**-**	**(12)**
Balance at 30 June 2010	**4,204,488**	**70,829**	**(2,882,001)**	**1,393,316**

The above consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

Hutchison Telecommunications (Australia) Limited
Consolidated Statement of Cash Flows
For the half year ended 30 June 2010

	June 2010 $'000	June 2009[6] $'000
Cash Flows from Operating Activities		
Receipts from customers (inclusive of GST)	-	777,503
Payments to suppliers and employees (inclusive of GST)	(3,299)	(622,866)
	(3,299)	154,637
Interest received	718	11,230
Finance costs paid	(48)	(2,788)
Net cash (outflows) / inflows from operating activities	(2,629)	163,079
Cash Flows from Investing Activities		
Payments for property, plant and equipment	-	(87,174)
Proceeds from sale of intangible assets	-	86,000
Proceeds from loans to jointly controlled entities	54,090	2,160
Payments for intangible assets	-	(37,530)
Net cash inflows / (outflows) from investing activities	54,090	(36,544)
Cash Flows from Financing Activities		
Proceeds from borrowings – related parties	-	15,000
Repayment of borrowings – related parties	(50,097)	(124,409)
Repayment of finance lease	-	(1,327)
Net cash outflows from financing activities	(50,097)	(110,736)
Net increase in cash and cash equivalents	1,364	15,799
Cash and cash equivalents at 1 January	2,858	134,685
Cash disposed of with H3GA merger	-	(144,732)
Cash and cash equivalents at 30 June	4,222	5,752

The above consolidated statement of cash flows should be read in conjunction with the accompanying notes.

[6] The cash flows to 30 June 2009 represent 5 months consolidated results of HTAL and 1 month HTAL only cash flows.

1 Basis of preparation of half-year report

This general purpose financial report for the interim half year reporting period ended 30 June 2010 has been prepared in accordance with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 31 December 2009 and any public announcements made by Hutchison Telecommunications (Australia) Limited, during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

Principles of consolidation

(i) Subsidiaries
The consolidated financial statements include the financial statements of the Company and all subsidiaries made up to 30 June 2010. Subsidiaries are all those entities (including special purpose entities) over which the Consolidated Entity has the power to govern the financial and operating policies so as to obtain benefits from their activities, generally accompanying a shareholding of more than one half of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Consolidated Entity controls another entity.

Subsidiaries are fully consolidated from the date on which control is transferred to the Consolidated Entity. They are de-consolidated from the date that control ceases.

The purchase method of accounting is used to account for the acquisition of subsidiaries by the Consolidated Entity. The cost of an acquisition is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the acquisition. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date, irrespective of the extent of any non-controlling interest. The excess of the cost of acquisition over the fair value of the Group's share of the identifiable net assets acquired is recorded as goodwill. If the cost of acquisition is less than the fair value of the net assets of the subsidiary acquired, the difference is recognised directly in the statement of comprehensive income.

The effects of all transactions between entities in the Consolidated Entity are eliminated. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

(ii) Joint ventures
A joint venture is a contractual arrangement whereby the venturers undertake an economic activity which is subject to joint control and over which none of the participating parties has unilateral control.

Jointly controlled entity
A jointly controlled entity is a joint venture which involves the establishment of a separate entity. The Consolidated Entity's interest in the joint venture entity is accounted for in the consolidated financial statements using the equity method of accounting. Under this method the share of the profits or losses of the entity is recognised in the statement of comprehensive income, and the share of the movements in reserves is recognised in reserves in the statement of financial position.

Profits or losses on transactions establishing the joint venture entity and transactions with the joint venture are eliminated to the extent of the Consolidated Entity's ownership interest until such time as they are realised by the joint venture entity on consumption or sale, unless they relate to an unrealised loss that provides evidence of the impairment of an asset transferred.

Segment reporting

AASB 8 is a disclosure standard that requires the disclosure of the Consolidated Entity's operating segments. It replaces the requirement under AASB 114 to determine primary (business) and secondary (geographical) reporting segments of the Consolidated Entity's operations. Adoption of this standard did not have any effect on the Consolidated Entity's results of operations or financial position.

Going concern disclosures

As at 30 June 2010, the Consolidated Entity, has a deficiency of net current assets of $232 million (2009: $229 million). Included in the Consolidated Entity's current liabilities is an amount of $237 million (2009: $287 million) which relates to an interest free financing facility provided from a wholly-owned subsidiary of the Company's ultimate parent entity, Hutchison Whampoa Limited ("HWL"), which is repayable on demand. HWL has confirmed its current intention to provide sufficient financial support to enable the Consolidated Entity to meet its financial obligations as and when they fall due. This undertaking is provided for a minimum period of twelve months from 4 August 2010. Consequently, the directors have prepared the financial statements on a going concern basis.

Rounding off of amounts

The Company is of a kind referred to in Class Order 98/100, issued by the Australian Securities and Investment Commission. In accordance with that Class Order, amounts in the financial report have been rounded off to the nearest thousand dollars.

New accounting standards and interpretations

In the current period, the Consolidated Entity has adopted all of the new and revised effective / applicable standards, amendments and interpretations issued by the Australian Accounting Standards Board ("AASB") that are relevant to the Consolidated Entity's operations and mandatory for annual periods beginning on or after 1 January 2010. The adoption of these standards, amendments and interpretations has not resulted in substantial changes to the Consolidated Entity's accounting policies.

2 Segment information

The Consolidated Entity invests in an operator within the telecommunications industry.

The chief operating decision maker of the Consolidated Entity receives information to manage its operations and investment based on one operating segment, that of investor in an operator of telecommunication services. As such, the Consolidated Entity believes it is appropriate that there is one business segment being an investor in an operator of telecommunication services.

Segment results are therefore disclosed with reference to the entire statement of comprehensive income and year end balances as disclosed in the statement of financial position.

3 Events occurring after the reporting period

No matter or circumstance has arisen after the reporting period that has significantly affected, or may significantly affect:

(i) the operations of the Consolidated Entity in future financial years, or

(ii) the results of those operations in future financial years, or

(iii) the state of affairs of the Consolidated Entity in future financial years.

Directors' declaration

In the Directors' opinion:

(a) the financial statements and notes set out on pages 10 to 15 are in accordance with the *Corporations Act 2001,* including:

(i) complying with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and

(ii) giving a true and fair view of the Consolidated Entity's financial position as at 30 June 2010 and of its performance for the half-year ended on that date; and

(b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Directors.

Director
4 August 2010

Director
4 August 2010

Hutchison Telecommunications (Australia) Limited

Supplementary Appendix 4D information

NTA Backing *(Appendix 4D item 3)*

	June 2010	June 2009
Net tangible asset backing per ordinary share	$0.10	$0.11

Controlled entities acquired or disposed of *(Appendix 4D item 4)*
N/A

Additional dividend/distributions information *(Appendix 4D item 5)*
Details of dividends/distributions declared or paid during or subsequent to the half year ended 30 June 2010 – N/A

Dividend/distribution reinvestment plans *(Appendix 4D item 6)*
N/A

Associates and Joint Venture entities *(Appendix 4D item 7)*

Jointly controlled entity

On 9 June 2009, the Company finalised the merger of Hutchison 3G Australia Pty Limited ("H3GA") and Vodafone Australia Limited ("VAL"). As a result of the transaction, H3GA issued new ordinary shares equalling a 50% interest of the enlarged share capital of H3GA to Vodafone entities and the VAL business merged with H3GA's business. H3GA has been renamed Vodafone Hutchison Australia Pty Limited ("VHA"). From 9 June 2009, the interest in VHA is accounted for in the consolidated financial statements using the equity method.

The aggregate share of losses from VHA for the half year ended 30 June 2010 is $605,000 (2009: $11,284,000). HTAL's aggregate share of profits from 3GIS for the half year ended 30 June 2010 is $nil (2009: $2,825,000).

Information relating to the jointly controlled entity is set-out below:

	June 2010 $'000	June 2009 $'000
Interest in a jointly controlled entity	**1,553,046**	1,684,916
Share of the jointly controlled entity's assets and liabilities		
Current assets	**559,025**	433,166
Non-current assets	**3,149,502**	3,045,364
Total assets	**3,708,527**	3,478,530
Current liabilities	**(640,233)**	(419,502)
Non-current liabilities	**(1,658,986)**	(1,513,431)
Total liabilities	**(2,299,219)**	(1,932,933)
Net assets	**1,409,308**	1,545,597
Share of the jointly controlled entity's revenue, expenses and results		
Revenues	**1,179,554**	546,731
Expenses	**(1,180,159)**	(558,015)
Loss for the period	**(605)**	(11,284)
Reconciliation of interest in a jointly controlled entity		
Initial investment at 9 June 2009	**1,556,881**	1,556,881
Accumulated losses	**(147,573)**	(11,284)
Net assets	**1,409,308**	1,545,597
Spectrum licence cost	**-**	1,622
Goodwill	**165,321**	165,321
Gain on disposal of spectrum licence from HTAL to VHA, net of amortisation	**(21,583)**	(27,624)
Interest in jointly controlled entity at 30 June	**1,553,046**	1,684,916

Hutchison Telecommunications (Australia) Limited
Compliance statement

1 This report has been prepared in accordance with AASB Standards, other AASB authoritative pronouncements and Urgent Issues Group Consensus Views or other standards acceptable to ASX.

2 This report, and the financial statements upon which the report is based (if separate), use the same accounting policies.

3 This report does give a true and fair view of the matters disclosed.

4 This report is based on *accounts to which one of the following applies.

(Tick one)

☐	The *accounts have been audited.	✓	The *accounts have been subject to review.
☐	The *accounts are in the process of being audited or subject to review.	☐	The *accounts have *not* yet been audited or reviewed.

5 The audit review by the auditor is attached.

6 The entity has a formally constituted audit committee.

Sign here: .... Date: 4 August 2010
(Director)

Print name: Canning Fok

Sign here: .... Date: 4 August 2010
(Director)

Print name: Frank Sixt

Deloitte.

Deloitte Touche Tohmatsu
A.B.N. 74 490 121 060

Grosvenor Place
225 George Street
Sydney NSW 2000
PO Box N250 Grosvenor Place
Sydney NSW 1220 Australia

DX 10307SSE
Tel: +61 (0) 2 9322 7000
Fax: +61 (0) 2 9322 7001
www.deloitte.com.au

Independent Auditor's Review Report to the members of Hutchison Telecommunications (Australia) Limited

We have reviewed the accompanying half-year financial report of Hutchison Telecommunications (Australia) Limited ('the company'), which comprises the consolidated statement of financial position as at 30 June 2010, and the consolidated statement of comprehensive income, the consolidated statement of cash flows and the consolidated statement of changes in equity for the half-year ended on that date, selected explanatory notes and, the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the end of the half-year or from time to time during the half-year.

Directors' Responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of an Interim Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of Hutchison Telecommunications (Australia) Limited's financial position as at 30 June 2010 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Hutchison Telecommunications (Australia) Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Auditor's Independence Declaration

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Hutchison Telecommunications (Australia) Limited is not in accordance with the *Corporations Act 2001*, including:

(a) giving a true and fair view of the consolidated entity's financial position as at 30 June 2010 and of its performance for the half-year ended on that date; and

(b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

DELOITTE TOUCHE TOHMATSU

DELOITTE TOUCHE TOHMATSU

Sandeep Chadha

Sandeep Chadha
Partner
Chartered Accountants
Sydney, 4 August 2010

Hutchison Telecoms

Hutchison Telecommunications
(Australia) Limited
ABN 15 003 677 227
40 Mount Street
North Sydney NSW 2060
Tel: 02 8579 8888
Fax: 02 8904 0457
www.hutchison.com.au

Media Release

Hutchison reports profit from VHA performance

- HTA profit of $17.9 million -

- VHA adds 539,000 customers -

- Customers using 3G services more than doubled to 2.3 million-
- 43% revenue growth in non-voice services -

Sydney 4 August 2010: Hutchison Telecommunications (Australia) Limited (ASX: HTA) today announced a $17.9 million profit for the first six months of 2010, based on the performance of Vodafone Hutchison Australia (VHA).

Hutchison Telecom's share of VHA's EBITDA was $222.7 million, up 127.0% year on year. HTA's share of VHA's service revenue grew by 24.1% year-on-year to $1.071 billion, and full year operating margin was up 36.0% to $828.1 million.

VHA now has 7.43 million customers, with 539,000 added in the first half of 2010. VHA's market-leading offers have attracted 1.1 million customers since the merger completed in June 2009. VHA continues to deliver strong growth with postpaid customers now representing 58.0% of the base. Postpaid handset customer churn remains low at 1.3%.

With customer appetite for data continuing to grow, customers using 3G services including mobile broadband and data on their mobile has more than doubled to almost 2.3 million customers. Data and non-voice service revenue increased 42.7% to $432.3 million and now represents 39.4% of VHA's Average monthly Revenue Per User (ARPU).

Canning Fok, Chairman of HTA, said: "HTA is pleased with VHA's performance. Customer growth has continued while the company has made good progress on integrating Vodafone and 3."

Operating expenditure per customer has reduced to $181 for the first half of 2010 compared to $218 in the first half of 2009. Operating expenditure as a percentage of service revenue is now 4.1% lower year-on-year.

“In the first year of our merger we are on track to deliver the cost-savings we identified, as well as beginning to deliver new benefits to our customers including free calls between our networks for Vodafone and 3 postpaid customers” said Nigel Dews, CEO VHA. “Our teams have put in a tremendous effort and I am very proud of their performance which is reflected in our results.”

“While competition is likely to continue to intensify we remain committed to being the value leader for our customers, despite recent moves by competitors to play more aggressively in this space. Our brands clearly stand for the best value in the market and we will maintain this position with a leading range of smartphones and plans,” Dews added.

VHA expects to maintain its free cash-flow positive position, excluding one-off costs associated with the merger.

Financial highlights*:

- HTAL profit for the half year was $17.9 million, compared to an underlying loss of $35.3 million in the prior period
- HTAL’s share of VHA customer service revenue was $1.071 billion, up $207.8 million or 24.1% year on year
- HTAL’s share of VHA full year operating margin increased by 36.0% from $608.9 million to $828.1 million.
- HTAL’s share of VHA EBITDA for the half year was $222.7 million, an increase of 127.0%.

Operating highlights (as at 30 June 2010):

- 7,434,000 customers, net addition of 539,000 customers
    - 58.0% of the base postpaid
    - 1.1 million customers acquired since the merger
- 2.3 million customers using 3G services via a mobile broadband device or on handset
- Revenue from non-voice services increased 42.7% to $432.3 million
- Postpaid handset churn remains low at 1.3%
- Average acquisition cost per new customer is $155, down from $193 year on year

* Unless otherwise stated, all % and $ increases are on the prior corresponding period, HTAL half year 2009. Comparative figures are as previously reported being 5 months of the former H3GA ‘3’ business and 1 month of the 50% share of VHA attributable to HTAL.
HTAL Share = 50% of VHA result

- Ends -

Notes to Editors

VHA is a 50:50 joint venture between Hutchison Telecoms and Vodafone Group Plc and operates Vodafone, 3 and Crazy John's in Australia.

For further details of the financial results for HTA please visit www.hutchison.com.au and see the Company's results as released to the ASX.

For more information, contact:

Greg Spears
Head of PR & Corporate Communications, VHA
+61 (0)406 315 014
greg.spears@vodafone.com

Edwina Elliott
PR Manager Corporate & Business, VHA
+61 (0)412 431 635
Edwina.elliot@vodafone.com